



Pooled Technology Funding Request Update

February 14, 2005

- 1. What is the Pooled Technology Fund?** The Pooled Technology Fund is a centralized funding stream for information technology projects. Its resources are awarded through a multi-step return on investment (ROI) evaluation process managed by the Department of Administrative Services-Information Technology Enterprise (DAS-ITE). The process was designed to ensure that projects are focused on results that benefit taxpayers, minimize duplication among state agencies and assure that the state receives maximum benefit from its investment in technology.
- 2. How does the Pooled Technology Fund project prioritization process work?** Steps are:
 - State agencies submit an application that defines a project's expected costs and ROI.
 - Applications are sent to the CIO Council, comprised of all state agency chief information officers, for review and scoring.
 - CIO Council results are sent to the central IT Council (ITC), which reviews submissions, hears presentations from applicants and scores each project.
 - The DAS Director approves projects for inclusion in the DAS budget request.
 - The Governor reviews the DAS request, including approved projects in his budget.
 - The General Assembly appropriates funding, often earmarking specific projects and designating additional funds to be divided among top-ranked projects, typically from the Rebuild Iowa Infrastructure Fund (RIIF).
- 3. How are projects implemented?** The DAS Director and DAS-ITE Chief Operating Officer determine final funding for approved projects in consultation with agencies that submitted the projects. DAS disburses funds according to the application plan.
- 4. What is the history of this mechanism?** See chart.

Fiscal Year	Requested	Awarded
FY 2001	\$30 million	\$19 million
FY 2002	79 million	\$1.0 million
FY 2003	\$74 million	0
FY 2004	\$75 million	\$2.0 million
FY 2005	\$27 million	\$1.8 million
FY 2006	\$7.2 million	TBD

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5. What funding was requested for FY 2006 projects?

Rank	Project	DAS Budget Request	Projected Annual Revenue, Cost Savings, or Cost Avoidance	Percent Return on Investment	Governor's Budget Request
1.	I/3 Enterprise Resource Planning System	\$2,700,000	\$3,714,627	129	\$2,700,000
2.	Electronic Tax Administration	\$792,000	\$14,000,000	1,509	\$792,000
3.	Enterprise Data Warehouse	\$658,623	\$10,430,000	1,409	\$658,623
4.	I-Parole/ICON Integration	\$250,000	\$1,706,295	644	\$250,000
5.	Upgraded DAS Billing System	\$365,000	\$517,348	67	\$365,000
6.	Iowa Corrections Offender Network (ICON)	\$1,200,000	\$36,472,800	2,998	\$1,200,000
7.	HIPAA Security and Other IT Support	\$750,000	\$6,650,000,000	886,630	\$534,377
8.	Iowa Seamless Resource Center	\$300,000	\$685,000	188	
9.	Capital Complex Telephone System Upgrade	\$228,225	\$100,000	24	
	<i>TOTAL</i>	\$7,243,848			\$6,500,000

- I/3 Implementation Transition Funding (\$2,700,000) for the Department of Administrative Services.** The *Integrated Information for Iowa* or I/3 system is a web-based enterprise information system with a single point of entry to state budget, finance, e-procurement, human resources, payroll and benefits information. When all modules of the system are fully functional, I/3 will replace the old IFAS, budget, HRIS/payroll and benefits systems, eliminating many redundant systems and manual processes and simplifying modifications. A cost bubble during I/3 implementation was anticipated during early planning. However, budget reductions have made it impossible for agencies to absorb additional increases in financial management services costs without reducing services or layoffs. Transition funding from Pooled Technology funding will allow state agencies to budget for I/3 costs in FY 2007.
- Electronic Tax Administration (\$792,000) for the Department of Revenue (IDR).** The Electronic Tax Administration (ETA) is an initiative to convert paper-based filing and payment process to electronic services. This request will continue to leverage recent IDR investments. Emphasis areas for FY 2006 include: (1) E-file tax returns and access to department information; (2) Marketing and education activities to maximize use of new e-file and e-pay applications; and (3) Essential re-engineering of legacy applications to process data.

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3. **Enterprise Data Warehouse for IDR, Department of Corrections and Criminal and Juvenile Justice Planning division of the Department of Human Rights (\$658,623).** The Teradata Enterprise Data Warehouse (EDW) supports two projects: (1) The Iowa Department of Revenue's tax gap compliance project, which generates some \$10 million in revenue annually by finding those who have either not filed or underfiled their taxes; and (2) The Criminal and Juvenile Justice Planning (CJJP) Division of the Department of Human Rights' Justice Data Warehouse, which correlates data from the Judiciary and the Department of Corrections to be used by justice system decision-makers.
4. **ICON Integration project for the Iowa Board of Parole (\$250,000).** This project integrates data systems of the Iowa Corrections Offender Network (ICON) and Iowa Parole Automated Records On LinE (IPAROLE) to allow more efficient management of inmates released for work or parole.
5. **Billing system for the Department of Administrative Services (\$365,000).** DAS customer agencies receive monthly invoices for the products and services they receive. This project consolidates multiple DAS billing programs used by DAS predecessor agencies into a single streamlined system that will provide customer agencies with more detailed utilization information, enhanced analysis and improved cost and service management.
6. **ICON project for the Department of Corrections (DOC) (\$1,200,000).** The ICON system is the backbone of the DOC information network, providing frontline correctional officers, probation/parole officers and a multitude of other public safety agencies with critical information regarding offenders in their population. A new medical, dental and pharmacy component will equip ICON to provide decision makers with accurate and timely information about what works, supporting the evidence-based care described in the DOC FY 2006 budget offer.
7. **HIPAA Security Project for the Department of Human Services (\$750,000).** This project leverages Federal funds to continue the HIPAA compliance mandate by Congress.
8. **SEAMLESS Resource Center project for the Department of Elder Affairs (\$300,000).** This project creates a service portal that will provide consumers with information about available public and private services, and begins the intake process for those services.
9. **Capital Complex PBX Upgrade project (\$228,225) for the ICN.** This project is Phase I of a three-phase project to update the technology for approximately 3000 system users. Operating capital is generated from customer billings, as the ICN is not funded by State General Fund dollars.